

What is claimed is:

1. A method for managing a plurality of demand accounts for multiple clients whose funds are held at a banking institution in one or more insured deposit accounts, effectively providing FDIC insurance greater than \$ 100,000.00 for each client, comprising:
  - providing a database having client information for each account;
  - administering clients' deposits to and withdrawals from each of their demand accounts
  - authorizing or rejecting the use of funds in a particular client's demand account for each demand payment requested from that client's account;
  - determining the net transaction of the sum of the demand account deposits and withdrawals on a regular basis;
  - using the determination of the net transaction to deposit funds to or withdraw funds from said one or more insured deposit accounts in which said client's funds are held to said clients' demand accounts;
  - updating the database for each clients' deposit and authorized demand payment.
2. The method of claim 1, further comprising the steps of:
  - determining whether each client's insured deposit account contains more than a specified amount; and
  - distributing any amounts over said specified amount into another insured deposit account at a preselected banking institution.
3. The method of claim 1, wherein client's funds are deposited by at least one method selected from the group consisting of check, wire or electronic transfer, ACH, third party credits, and a sweep from one of the client's other accounts.

1           4.     The method of claim 2, wherein the specified amount is \$ 100,000.00.

1           5.     The method of claim 1, further comprising the step of determining a client's  
2 preferences for the amount of funds to be held in each of multiple insured deposit accounts.

1           6.     A system for managing a plurality of demand accounts for multiple clients  
2 whose funds are held at a banking institution in one or more insured deposit accounts to  
3 provide FDIC insurance for each client having funds greater than \$ 100,000.00 in insured  
4 deposit accounts, comprising:

5                 a database having client information for each demand account;

6                 a device for administering clients' deposits to and withdrawals from each of  
7                     their demand accounts;

8                 a device for authorizing or rejecting the use of funds in a particular client's  
9                     demand account to be used for each demand payment requested to be  
10                    paid drawn on funds from that client's demand account;

11                a device for determining the net transaction of the sum of the demand account  
12                    deposits and withdrawals on a regular periodic basis;

13                a comparison device for determining from the net transaction whether to  
14                    deposit funds to or withdraw funds from said one or more insured  
15                    deposit accounts;

16                a device for distributing interest earned on said deposit account among the  
17                    clients; and

18                a device for updating the database for each client's deposits and authorized  
19                    demand payments.

1           7.     The system of claim 6, wherein withdrawals are in the form of at least one type  
2 selected from the group consisting of drafts (checks), credit card, debit card, sweeps,  
3 electronic transfers, and combinations thereof.

1           8.     The system of claim 7, wherein deposits are in the form of least one type  
2 selected from the group consisting of drafts (checks), sweeps, electronic transfers, and  
combinations thereof.

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